

AMP CAPITAL – INVESTOR UPDATE

15 JUNE 2016

Changes to buy/sell spreads

We have recently reviewed the transaction cost factors (buy and sell spreads) for a large number of our funds. As a result, the buy and sell spreads for the funds listed below will change on 17 June 2016.

What are buy and sell spreads?

Buy and sell spreads are a cost incurred by investors who enter or exit a fund. This ensures that all unit holders are treated fairly and transaction costs are paid by those investors who transact rather than by all the other unit holders in the fund. The buy and sell spread is retained by the fund to cover the transaction costs associated with the fund buying or selling assets. The buy and sell spreads are not a fee paid to the investment manager.

The buy spread is the difference between a fund's net asset value (NAV) unit price and entry price. The sell spread is the difference between the fund's NAV unit price and exit price.

What are the changes?

The changes to the buy/sell spreads are set out in the table below. We will continue to review these spreads on a regular basis to ensure these costs accurately reflect the costs of the underlying transactions.

Fund name	APIR Code	Current spread		New spread		Change	
		Buy	Sell	Buy	Sell	Buy	Sell
AMP Capital Australian Small Companies Fund	AMP0577AU AMP0446AU AMP1077AU	0.30%	0.30%	0.40%	0.40%	0.10%	0.10%
AMP Capital Balanced Growth Fund	AMP0442AU AMP0441AU	0.22%	0.24%	0.21%	0.21%	-0.01%	-0.03%
AMP Capital Conservative Fund	AMP0444AU AMP0443AU	0.11%	0.14%	0.13%	0.13%	0.02%	-0.01%
AMP Capital Core Property Fund	AMP1015AU AMP1074AU	0.17%	0.17%	0.15%	0.15%	-0.02%	-0.02%
AMP Capital Specialist Diversified Fixed Income Fund	AMP1992AU	0.20%	0.24%	0.12%	0.13%	-0.08%	-0.11%
Experts' Choice Diversified Fixed Income	HLR0001AU	0.06%	0.12%	0.05%	0.09%	-0.01%	-0.03%
Experts' Choice International Shares	HLR0006AU	0.26%	0.26%	0.22%	0.18%	-0.04%	-0.08%
Experts' Choice Property and Infrastructure Fund	HLR0022AU	0.27%	0.26%	0.24%	0.25%	-0.03%	-0.01%
Responsible Investment Leaders Balanced Fund	AMP0453AU AMP0452AU	0.22%	0.22%	0.19%	0.20%	-0.03%	-0.02%
Specialist International Share Fund	AMP0824AU	0.25%	0.25%	0.20%	0.20%	-0.05%	-0.05%
Specialist International Share Hedged Fund	AMP0825AU	0.30%	0.30%	0.20%	0.20%	-0.10%	-0.10%
Specialist Property and Infrastructure Fund	AMP1990AU	0.38%	0.23%	0.30%	0.25%	-0.08%	0.02%

Client impact

It is a legislative requirement to report investors' account balance based on the exit price. Therefore, where the sell spread has decreased, clients will see an upward adjustment in the reporting value of their account. Conversely, where the sell spread has increased clients will see a downward adjustment in the reporting value of their account.

Further information

If you have any questions about this update or have any questions about your AMP Capital investments, please contact your Account Manager or our Client Services Team on 1800 658 404, between 8.30am and 5.30pm (Sydney time) Monday to Friday.

Yours sincerely,



Nigel McCammon
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